

Message Text

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64

ORIGIN EB-11

INFO OCT-01 EA-11 ISO-00 INT-08 SCEM-02 COME-00 TRSE-00

OMB-01 SCI-06 SSO-00 NSCE-00 USIE-00 INRE-00 CIAE-00

DODE-00 PM-07 H-03 INR-10 L-03 NSAE-00 NSC-10 PA-04

RSC-01 PRS-01 SPC-03 SS-20 ACDA-19 IO-14 /135 R

DRAFTED BY EB/ORF/FSE:WBWHITMAN:CJR

APPROVED BY EB - MR. KATZ, ACTING

DOD - MR. NOLAN

EA/PHL - MR. WILLNER

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O R 060008Z NOV 73

FM SECSTATE WASHDC

TO AMEMBASSY MANILA IMMEDIATE

INFO CINCPAC

AF13

CINCPACREPHIL

C O N F I D E N T I A L STATE 218185

E.O. 11652: GDS

TAGS: ENRG

SUBJECT: PHILIPPINE PETROLEUM CUTBACKS

REF; MANILA 12419

1. DEPARTMENT HAS CONTACTED LOCAL OIL COMPANY OFFICIALS REGARDING THEIR ACTIONS CONTEMPLATED IN PHILIPPINES. ALL EXPRESS INABILITY OR RELUCTANCE TO PIN DOWN PRECISE QUANTITIES THAT PHILIPPINE MARKET WILL BE REDUCED.

2. ESSO EASTERN HOUSTON SUPPLIED RUNDOWN OF THEIR PLANS, WHICH SUBSTANTIALLY AGREES WITH DATA FURNISHED BY WALLACE. ESSO IS TALKING IN TERMS OF CUTTING BACK FROM 1ST 9 MONTHS 1973 SHIPMENTS LEVEL BY A RANGE OF ABOUT 25-35 PERCENT. ESSO EASTERN HOWEVER GAVE US NO PREDICTION OF CUT REQUIRED IF PRICE RISES NOT GRANTED BY
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GOP.

3. MOBIL IS STILL UNABLE TO CALCULATE CUTS; HOWEVER COMPANY SPOKESMAN TELLS US THAT ANY REDUCTIONS WILL DEFINITELY BE NON-DISCRIMINATORY AND EQUITABLE AMONG THEIR CUSTOMER COUNTRIES. MOBIL, WHICH IS CRUDE SHORT, CANNOT GIVE A PRECISE REDUCTION FIGURE UNTIL THEY LEARN HOW MUCH THEIR PURCHASE CONTRACTS WILL BE REDUCED BY THEIR OWN SUPPLIERS.

4. CALTEX HOME OFFICE NEW YORK PREFERS THAT EMBASSY TAKE UP MATTER DIRECTLY WITH THEIR MANILA REP, RAY JOHNSON, WHO REPORTEDLY HAS FULL DATA ON REDUCTIONS.

5. WITH REGARD DELIVERIES TO US MILITARY, WE UNDERSTAND THAT DOD AWARE OF PROBLEMS BEING CONFRONTED BY COMPANIES IN EFFECTING THESE SALES. EXXON AND CALTEX, IN THEIR PROJECTIONS, ARE NOW ANTICIPATING SAUDI BAN ON SUCH SALES, AND ARE CONCERNED THAT DISREGARD FOR SAUDI WISHES COULD TRIGGER PUNITIVE ACTIONS AGAINST THEM.
RUSH

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
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Concepts: PETROLEUM PRODUCTS, SUPPLIES, PETROLEUM INDUSTRY, PRICES
Control Number: n/a
Copy: SINGLE
Draft Date: 06 NOV 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: collinp0
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
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30 JUN 2005

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Review Withdrawn Fields: n/a
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To: MANILA
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Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005